TEMPORARY

APPLICATION FOR PERMISSION TO CHANGE POINT OF DIVERSION, MANNER OF USE AND PLACE OF USE OF THE PUBLIC WATERS OF THE STATE OF NEVADA HERETOFORE APPROPRIATED

NEVADA HERETOFORE APPROPRIATED
Date of filing in State Engineer's Office AUG 18 2000
Returned to applicant for correction
Corrected application filed
Map filed AUG 18 2000
******* The applicant Santa Fe Pacific Gold Corporation, hereby makes application for permission to change the point of diversion, manner of use & place of use of a portion, of water heretofore appropriated under Permit 59243
********* 1. The source of water is Underground; Lone Tree Mine; MWW-1
2. The amount of water to be changed 0.2228 cfs
3. The water to be used for Mining, Milling and Domestic
4. The water heretofore permitted for Dewatering
5. The water is to be diverted at the following point NW¼ SE¼ of Section 15, T.34N., R.42E., M.D.M., or at a point from which the southeast corner of Section 11, T34N, R42E, M.D.M., bears N. 64° 35' 35" E. a distance of 7,790 ft.
6. The existing permitted point of diversion is located within NW¼ NE¼ of Section 14, T.34N., R.42E., M.D.M., at a point from which the northeast corner of said Section 14 bears N. 71° 28' 34" E. a distance of 2,058.52 feet.
7. Proposed place of use 1, 2, 3, 10, 11, 12, 13, 14, 15, 22, 23, 24, and 27, T34N, R42E, M.D.M., and the south half of the NE quarter and north half of the SE quarter of section 29, T35N, R43E, M.D.M.
8. Existing place of use E½ Section 11, Sections 12, 13, 14, 23, 24, T34N, R42E, M.D.M.
9. Use will be from January 01 to December 31 of each year.
10. Use was permitted from January 01 to December 31 of each year.
11. Description of proposed works Well, pump, motor, distribution system
12. Estimated cost of works \$50,000
13. Estimated time required to construct works completed
14. Estimated time required to complete the application of water to beneficial use 3 Years
15. Remarks: This application is submitted for a potable water supply well. Consumptive use is expected to be about 100 gallons per minute (0.2228 cfs) on a constant basis.
By s/Paul M. Pettit P. O. Box 669 Carlin, Nevada 89822 Compared my/cmf ds/cmf

APPROVAL OF STATE ENGINEER

This is to certify that I have examined the foregoing application, and do hereby grant the same, subject to the following limitations and conditions:

This temporary permit to change the point of diversion, manner of use and place of use of a portion, of the waters of an underground source as heretofore granted under Permit 59243 is issued subject to the terms and conditions imposed in said Permit 59243 and with the understanding that no other rights on the source will be affected by the change herein. A totalizing meter must be installed and accurate measurements must be kept of water placed to beneficial use. The totalizing meter must be installed before any use of water begins or before the Proof of Completion of Work is filed.

This temporary permit does not extend the permittee the right

of ingress and egress on public, private or corporate lands.

The manner of use of water under this permit is by nature of its activity a temporary use and any application to change the manner of use granted under this permit will be subject to additional determination and evaluation with respect to the permanent effects on existing rights and the resource within the groundwater basin.

The issuance of this temporary permit does not waive the requirements that the permit holder obtain other permits from State, Federal and local agencies, and is specifically issued contingent upon approval by the Nevada Division of Environmental Protection of the dewatering project.

total combined diversion of Permits rate The Certificate 14565; 54763, Certificate 14566; 56406, Certificate 14567; 56407; 56578; 56951; 57103; 59243; 59244; 59245; 59246; 59247; 59248; 59249; 59250; 59251; 59627; 59629; 60288; 60299; 60291; 60292; 60293; 60294, Certificate 15285; 60295, Certificate 15286; 60296, Certificate 15287; 60297; 60298, Certificate 15288; 60300; 60301; 60302; 60303, Certificate 15289; 60606; 60685, Certificate 15290; 62608; 62609; 62610; 62611; 62612; 62778; 66016-T through 66029-T, inclusive, and 66723-T will not exceed 49,400 gallons per minute or 110.06 cubic feet

per second for mining, milling and dewatering purposes.

The total volume of water allowed to be diverted under the above mentioned permits and for the same purposes will not exceed 79,682 AFA (acre-feet annually).

The total combined consumptive duty for mining and milling purposes under the above permits and any changes of these permits, with the exception of 62320 S-3, 62320 S-4 and 62320 S-6, must not exceed 6,047 AFA. An additional 10,646 AFA is authorized for substitutive uses.

All water diverted but not used for mining or milling purposes will be discharged to the Iron Point Relief Canal via the aqueduct completed in June, 1993.

All water diverted will be measured and reported to the

State Engineer on a monthly basis. The report will include: , (a) the amount of water diverted from each well, (b) the amount of water used for mining and milling purposes, and (c) the amount discharged to the Iron Point Relief Canal. This report shall include the amount of water delivered to any other projects. This report must be submitted to the State Engineer within 15 days of the last day of the preceding month.

This temporary permit is issued subject to the "Lone Tree Mining, Inc. Unified Monitoring Plan", March 27, 1993.

The State Engineer will retain the right to require additional monitoring over and above the monitoring required in the monitoring plan mentioned and also will retain the right to seek other disposal options of water discharged to the Iron Point Relief Canal. The State Engineer retains the right to regulate

discharge based on flood considerations.

The permittee, on a schedule acceptable to the State Engineer, will prepare and present an update on the activities of the mine and the monitoring plan on a periodic basis, but not less than two times a year.

This permit also incorporates the provisions of Amended Order No.s 1085 and 1086, issued by the State Engineer on January 21, 1994.

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Page 3 of 3 (PERMIT TERMS CONTINUED)

The issuance of this permit does not waive the requirements that the permit holder obtain other permits from State, Federal and local agencies.

This temporary permit is issued pursuant to the provisions of NRS 533.345 Section 2 and will expire on **February 20, 2002** at which time all rights herein granted shall revert to the right being changed by this temporary permit.

The amount of water to be appropriated shall be limited to the amount which can be applied to beneficial use, and not to exceed 0.2228 cubic feet per second, but not to exceed 161.3 acre-feet annually.

Work must be prosecuted with reasonable diligence and be completed on or before:

Proof of completion of work shall be filed before:

Water must be placed to beneficial use on or before:

Proof of the application of water to beneficial use shall be filed on or before:

Map in support of proof of beneficial use shall be filed on or before:

IN TESTIMONY WHEREOF, I, HUGH RICCI, P.E.,

State Engineer of Nevada, have hereunto set

LEW BOSINE

my hand and the seal of my office,

this 21st day of February A.D. 2001

State Engineer